

COMPARABLE CREDIT ANALYSIS

Company Name	Capitalization ¹				Long Term Debt ² / Book Cap (%)	FFO ⁵ / Interest ⁸ (x)	FFO ⁵ / Total Debt ³ (%)	Credit Ratings ⁴		
	Equity Book Value (\$mm)	Pfd Stock Book Value (\$mm)	Long-Term Debt ² (\$mm)	Book Cap (\$mm)				S&P Senior Unsecured	Moody's Senior Unsecured	S&P Business Position ⁶
Energy East	2,665	91	4,020	6,777	59	3.6	17.4	BBB	Baa2	3
NSTAR	1,382	43	1,904 ⁹	3,329	57	5.4	27.7	A-	A2	1
Pinnacle West Capital Corporation	2,850	0	2,463	5,313	46	4.7	24.6	BBB-	Baa2	6
Vectren Corp	1,110	0	1,073	2,183	49	4.9	21.2	A- ⁷	NR	4
Wisconsin Energy	2,412	30	4584	5,801	58	4.5	19.2	BBB+	A3	5
WPS Resources	1,041	51	871	1,963	44	5.4	27.1	A	A1	5
Mean					52	4.8	22.9			4

Source: Bloomberg, FactSet, FirstCall, I/B/E/S, and SEC Filings

Notes:

1 As of 3/31/2004

2 Includes Long Term Debt, Minority Interests and Capital Leases

3 Total Debt includes Short Term Debt, Current Maturities, Long Term Debt, Minority Interests, and Capital Leases

4 Credit ratings are for senior unsecured debt at the holding company unless otherwise noted

5 Excludes non-recurring items

6 Standard and Poor's Electric Utility Rankings dated June 25, 2004

7 Creditor Rating in lieu of Senior Unsecured Rating

8 Interest adjusted for capitalized interest and regulatory securitization

9 Excludes \$399.3mm of transitional bonds